



WHOLESALE ANNOUNCEMENT 2026-93

October 21, 2026
Freddie Mac Update

Effective Date

Effective December 6, 2026

Update:

Flood Insurance Requirements for Condominium Projects with greater than 25% Commercial Space

Freddie Mac is updating Section 4703.3 to add greater specificity regarding flood insurance requirements for Condominium Projects with greater than 25% commercial space as follows:

- The maximum coverage amount available from the National Flood Insurance Program (NFIP) per unit will refer to coverage available under the Residential Condominium Building Association Policy (RCBAP) form (currently \$250,000 per unit)
- If the commercial space of an attached condominium building is over 25%, coverage provided by the NFIP's General Property Form (currently \$500,000 per building) is insufficient. A private flood insurance policy, or a private flood insurance policy in conjunction with a General Property Form policy (or equivalent coverage) must be maintained by the homeowners association to equate to coverage requirements for condominiums eligible for an RCBAP.

Should you have any questions, please reach out to your Account Executive or Client Manager